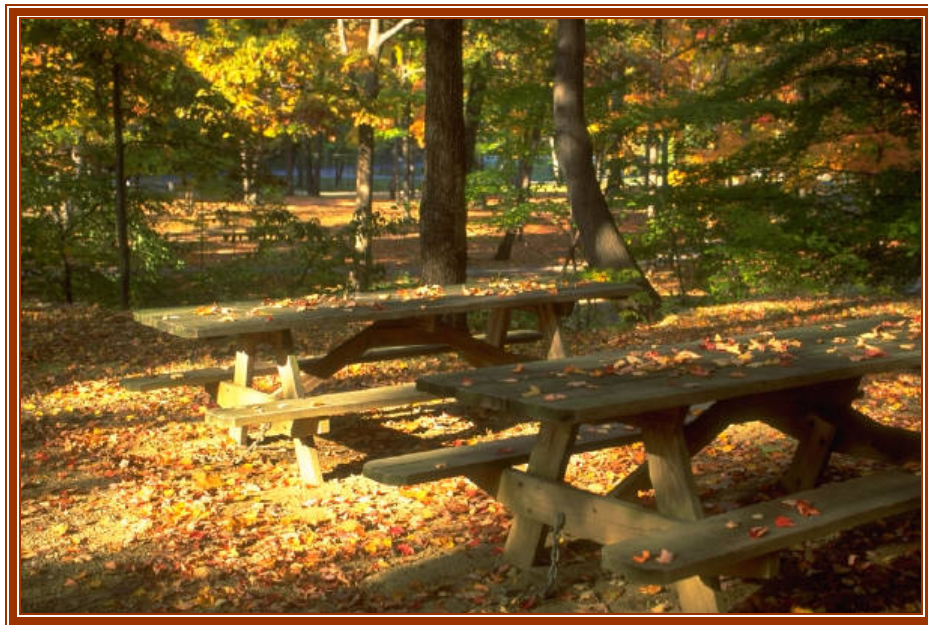




City of Rye, New York Interim Financial Report

Nine Months Ended September 30, 2004



Michael A. Genito
Assistant City Manager
City Comptroller
October 8, 2004

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TABLE OF CONTENTS

MANAGEMENT DISCUSSION AND ANALYSIS

GENERAL FUND	1-1
CABLE TV FUND	1-2
K.T. WOODS PERMANENT FUND	1-2
DEBT SERVICE FUND	1-3
BOAT BASIN FUND	1-3
GOLF CLUB FUND.....	1-4
RISK RETENTION FUND.....	1-4
BUILDING AND VEHICLE MAINTENANCE FUND	1-4

FINANCIAL STATEMENTS

GENERAL FUND	2-1
CABLE TV FUND	2-4
K.T. WOODS PERMANENT FUND	2-6
DEBT SERVICE FUND	2-8
BOAT BASIN FUND	2-10
GOLF CLUB FUND.....	2-12
RISK RETENTION FUND.....	2-14
BUILDING AND VEHICLE MAINTENANCE FUND	2-16
AGENCY FUND.....	2-18

GLOSSARY OF TERMS.....	SECTION 3
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CITY OF RYE

Department of Finance

October 8, 2004

To the Honorable Mayor, City Council and City Manager:

We are pleased to present the City of Rye, New York interim financial reports as of and for the nine months ended September 30, 2004, with comparative totals for the same period in 2003. This report is divided into three sections: this management discussion and analysis, the financial statements, and a glossary of terms. As always, we are open to your suggestions, comments and questions that might foster improvements in this and other reports.

It should be remembered that unlike our comprehensive annual financial report, these interim financial reports are prepared for the use of management as internal documents, and as such are unaudited, and are not prepared in accordance with generally accepted accounting principles.

General Fund

The General Fund constitutes the primary operating fund of the City, in that it includes all revenues and expenditures not required by law or policy to be accounted for in other funds.

Total General Fund revenues are up \$779,729 (4%). A significant portion of this increase is reflected in property taxes and related items, which are up \$1,279,897 (9%) - representative of our fiscal 2004 property tax rate increase of 9.5%. Non-property tax items increased \$110,594 (13.3%) due to a \$114,472 increase in sales tax revenue. The sales tax payment received in August 2004 was approximately 25% higher than the payment received in August 2003, and while it is too early in the year to tell, this increase may be the result of the Westchester County sales tax rate increase of one-half (1/2%) percent that became effective in 2004. Charges for services decreased \$251,398 (22%), with \$292,367 of this decrease attributable to the implementation in 2003 of Governmental Accounting Standards Board ("GASB") Statement No. 33 *Accounting and Financial Reporting for Nonexchange Transactions*. This new governmental accounting standard required three major revenues to be recognized in 2003 that had formerly been accounted for as deferred revenue: fees in lieu of parking, fees in lieu of parkland, and fees in lieu of trees. Charges to other governments went up slightly, increasing by \$1,604 (2.5%).

Use of money and property is down \$6,777 (4.9%) – an increase of \$2,435 in interest income offset by a decrease of \$9,203 in the rental of real property. The decrease in the rental of real property is related to the termination of two leases: the Rye Youth Council lease (\$5,200) and the Friends Meeting House lease (\$3,000). Licenses and permits revenue increased \$72,966

(6.9%), with \$64,000 attributable to building permit revenues and \$23,000 attributable to street opening permits, offset by decreases in other licenses and permits. Fines and forfeitures are up \$41,174 (11.5%), with false burglar alarm fines accounting for \$12,000 of the increase; code violations accounting for another \$12,000; vehicle and traffic fines accounting for \$22,000, all of which were offset by a net decrease in other fines.

Sale of property and compensation for loss is up \$45,765, almost entirely due to an increase in worker compensation cost recoveries. Miscellaneous revenues are down \$197,524 (79%) because of the one-time effect of implementing GASB 33, resulting in a decline in donations of \$155,000, a decline of \$32,000 in refunds of prior year expenses, and no county aid being received this year compared to \$10,432 received last year. There is a \$353,309 (28.6%) decrease in intergovernmental revenues due to a decrease in state aid mortgage tax of \$296,000; a \$23,000 decrease in navigation aid, and a \$35,000 decrease in federal emergency disaster aid. Interfund transfers in represent the amounts budgeted.

General Fund expenditures are up a total of \$1,354,108 (8.8%). Salaries and wages are up \$381,114 (5.3%) and employee benefits are up \$330,346 (12.7%). The increase in employee benefits reflects an increase in health care costs.

Equipment purchases are up \$75,196 (60.7%) primarily in the area of public safety and computer systems. Materials and supplies increased \$46,070 (4.9%), with \$32,000 of this amount representing an increase in fire vehicle supplies.

Contractual costs are up \$553,131 (14.7%). Of this amount, the primary increases were found in the Rye Free Reading Room (\$181,000); Building and Vehicle Fund interfund service charges (\$189,000), legal services (\$128,000) and miscellaneous service and support contracts (\$50,000). Any changes year-to-year in the interfund transfers out represent the amounts budgeted.

Cable TV Fund

The Cable TV Fund is used to account for revenues received from the franchise holder for public access cable television programming, and the expenditure of funds related to the City's RCTV cable television operations.

Total revenues increased \$6,797 (6.3%) compared to the same period last year. Use of money and property (interest earnings) is down \$127 (18.2%) and miscellaneous revenues are down \$3,682 (13.0%), both of which are offset by an increase of \$10,606 (13.3%) in franchise fees.

Total expenditures increased \$21,529 (19.8%). Salaries and wages increased \$7,507 (11.6%), equipment expenditures are down \$1,607 (9.5%), and materials and supplies increased \$364 (5.4%) from last year. Contractual costs are up \$13,904 due to the use of a consulting firm for a professional service survey. Employee benefits are up \$1,361 (10.7%), attributable to increased health care costs.

K.T. Woods Permanent Fund

The K.T. Woods Permanent Fund accounts for \$20,000 bequeathed to the City by Katherine T. Woods. Under the terms of the endowment, the original \$20,000 must remain on deposit in perpetuity. The interest earned on the deposit is to be used as a “scholarship” to partially fund the salaries of Rye Nature Center interns who have demonstrated a dedication for the purposes of the Rye Nature Center. The agreement provides that other contributions may be made to the K.T. Woods Fund to increase the amount of available funding. The only expenditures of this fund are the amounts paid out for the aforementioned scholarships.

Use of money and property (interest earnings) is down \$54 (25.6%), and there have been no donations made this year (donations of \$50 were received last year).

In accordance with the 2004 adopted budget, \$4,000 of unrestricted funds (funds in excess of the \$20,000 endowment principal) were transferred to the General Fund to support the salaries of interns at the Nature Center. In 2003 \$3,000 was transferred in accordance with the 2003 budget.

Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources to be used for the redemption of principal and interest on general long-term debt.

Use of money and property (interest earnings) is down \$2,630 (48.4%). Interfund transfers in are down \$13,593 (9.4%) as expected, reflecting decreases in debt service requirements due from other funds.

What appears to be a \$44,000 reduction in debt principal expenditures 2004 vs. 2003 is actually due to a timing difference, where the 2004 principal payment of \$41,525 was made on October 1, 2004, after the close of the third quarter. Debt interest expenditures decreased \$2,767 (8.9%) in accordance with debt amortization schedules.

Boat Basin Fund

The Boat Basin Fund is used to account for the revenues and expenses of the DePauw Municipal Boat Basin. The Boat Basin Fund is an enterprise fund, operating in a manner similar to a private business enterprise.

Overall, revenues of the Boat Basin Fund are up \$13,444 (3.2%). An increase in charges for services of \$15,229 (3.7%) and a decrease of interest income \$1,783 (25.4%) account for this net increase in total revenues.

Total expenses of the Boat Basin Fund for the third quarter of 2004 are up \$44,792 (15.1%). Salaries and wages are up \$4,406 (3.8%) and employee benefits increased \$2,009 (6.2%). Equipment costs are up \$19,751 due to marina dock improvements. Depreciation shows an increase of \$10,899 (29.7%). The purchase of a new boat motor in 2003 for \$8,358 accounts for the decline in materials and supplies of \$7,275 (26.3%) from 2003 to 2004. Contractual costs are up \$15,002 (18.8%) mostly due to a \$13,000 increase in General Fund interfund service charges.

Golf Club Fund

The Golf Club Fund is used to account for the revenues and expenses of the Rye Golf Club. Like the Boat Basin Fund, the Golf Club Fund is an enterprise fund, operating in a manner similar to a private business enterprise.

Total revenues of the Golf Club are up \$415,886 (11.1%). Charges for services account for essentially all of this, increasing by \$404,750 (11.4%). Concession revenues (Whitby Castle and snack bar operations) are up \$6,712 (4.1%); interest income is down \$682 (4.5%); sale of equipment increased \$4,280 and miscellaneous revenues are up \$826.

Total expenses of the Golf Club increased \$166,742 (5.8%). Salaries and wages increased \$94,399 (10.6%) and employee benefits increased \$48,206 (17.5%). Equipment purchases decreased \$29,406 (24.9%) and depreciation decreased a modest \$2,538 (0.8%). Materials and supplies increased \$40,646 (7.3%) almost entirely due to a new golf club equipment lease. Contractual costs increased \$26,786 (5.0%), the result of various increases and decreases in accounts within this category. Debt interest is down \$11,351 (6.1%), consistent with a declining debt level.

Risk Retention Fund

The Risk Retention Fund is used to account for general liability insurance and risk management services provided to various City departments, charging each department a “premium” for such services. The City is partially self-insured, purchasing catastrophic loss insurance.

Overall revenues of the Risk Retention Fund are down \$59,982 (10.8%). Interfund service charges decreased \$35,171 (6.8%) as scheduled. Insurance recoveries for the period were down \$23,879, primarily because the 2003 insurance recoveries included \$23,000 for damage to the police station caused by a runaway vehicle. Interest income is down \$932 (29.1%).

Overall expenses, most of which are re-insurance premiums and payments for judgments and claims, decreased a nominal \$6,250 (1.3%).

Building and Vehicle Maintenance Fund

The Building and Vehicle Maintenance Fund is used to account for the acquisition, operation, maintenance and disposition of the City’s buildings and vehicles that are not otherwise accounted for in other funds.

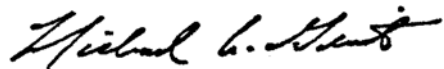
Revenues of the Building and Vehicle Maintenance Fund are up \$142,656 (7.4%), with increases of \$157,698 (8.3%) for interfund service charges offset by a reduction of interfund transfers in (\$20,509); increases in interest earnings (\$2,644); decreases in sale of equipment (\$409), and increases in intergovernmental revenues (\$3,232).

Building and Vehicle Maintenance Fund expenses are up \$189,432 (12.3%). Salaries and wages are up \$41,917 (10.2%) and employee benefits are up \$23,159 (16.1%) due to a reallocation of public works personnel. Equipment costs are down \$3,823 (41.2%); depreciation is up \$10,080 (2.2%); materials and supplies are up \$24,002 (7%), and contractual costs are down \$25,121 (24.4%) due to reductions in vehicle repair costs. Debt interest increased \$93,939 in accordance with our debt amortization schedules, and interfund transfers out increased \$25,279 as planned.

Acknowledgments

A very special thanks to the Finance Department staff for their care in processing financial transactions in a timely and accurate manner, and to all City departments for their assistance in ensuring that this report properly reflects the year-to-date activity and variance, if any, from the prior year.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Michael A. Genito". The signature is fluid and cursive, with a prominent loop at the end.

Michael A. Genito
City Comptroller

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FINANCIAL STATEMENTS

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City of Rye, New York
General Fund
Comparative Balance Sheets
As at September 30

	<u>2004</u>	<u>2003</u>
Assets:		
Cash and cash equivalents	\$ 21,590,386	\$ 18,802,908
Investments	400,169	223,402
Taxes receivable	4,706,366	4,221,523
Accounts receivable	58,968	49,237
Due from other funds	1,091,989	6,066
Due from other governments	31,813	53,701
Prepaid expenditures	651,404	182,430
Total Assets	<u>\$ 28,531,095</u>	<u>\$ 23,539,267</u>
Liabilities:		
Accounts payable	\$ 241,287	\$ -
Accrued liabilities	10,000	10,000
Retained percentages	982	982
Customer deposits	273,229	222,363
Due to other funds	3,000	9,123
Due to other governments	16,215,472	13,361,223
Deferred revenues	208,363	148,349
Total Liabilities	<u>16,952,333</u>	<u>13,752,040</u>
Fund Balance:		
Reserved for encumbrances	325,514	279,285
Reserved for compensated absences	651,242	670,692
Reserved for prepaid expenditures	651,404	182,430
Reserved for specific purposes	815,322	781,189
Unreserved:		
Appropriated	2,014,150	732,691
Designated for tax certiorari	550,043	486,855
Designated for capital projects	-	-
Undesignated	6,571,087	6,654,085
Total Fund Balance	<u>11,578,762</u>	<u>9,787,227</u>
Total Liabilities and Fund Equity	<u>\$ 28,531,095</u>	<u>\$ 23,539,267</u>

City of Rye, New York
General Fund
Comparative Statements of Revenues by Source and Expenditures by Object
For Nine Months Ended September 30

	2004 Budget	2004 Actual	2003 Budget	2003 Actual
Revenues:				
Property taxes and related items	\$ 15,450,096	\$ 15,466,043	\$ 14,078,803	\$ 14,186,146
Non-property tax items	1,761,356	940,437	1,721,440	829,843
Charges for services	1,045,528	892,051	933,847	1,143,449
Charges to other governments	63,245	66,278	64,745	64,674
Use of money and property	130,700	132,225	184,600	139,002
Licenses and permits	1,096,202	1,135,530	936,915	1,062,564
Fines and forfeitures	441,475	398,052	439,738	356,878
Sale of property and compensation for loss	2,800	93,573	2,200	47,808
Miscellaneous	37,410	52,578	187,874	250,102
Interfund revenues	420,424	327,521	407,924	315,846
Intergovernmental revenues	2,124,822	883,315	1,943,441	1,236,624
Interfund transfers in	64,096	64,096	39,034	39,034
Total Revenues	22,638,154	20,451,699	20,940,561	19,671,970
Expended:				
Salaries and wages	10,395,507	7,525,831	9,807,151	7,144,717
Equipment	401,661	199,063	302,372	123,867
Materials and supplies	2,143,827	983,903	1,864,848	937,833
Contractual costs	5,616,920	4,314,752	5,027,141	3,761,621
Debt principal and interest	-	-	-	-
Employee benefits	5,278,428	2,931,565	3,824,030	2,601,219
Interfund transfers out	815,961	815,961	847,710	847,710
Total Expended	24,652,304	16,771,075	21,673,252	15,416,967
Revenues over/(under) expenditures	(2,014,150)	3,680,624	(732,691)	4,255,003
Appropriated fund balance	2,014,150	-	732,691	-
Net change in fund balance	\$ -	\$ 3,680,624	\$ -	\$ 4,255,003

City of Rye, New York
General Fund
Comparative Statements of Revenues and Expenditures
by Program
For Nine Months Ended September 30

	2004 Budget	2004 Actual	2003 Budget	2003 Actual
Revenues:				
Unallocated	\$ 19,397,267	\$ 17,414,949	\$ 17,862,849	\$ 16,357,437
General government	414,400	316,021	415,200	337,022
Public safety	642,176	483,353	631,023	528,351
Community environment	1,336,663	1,434,951	1,114,053	1,611,238
Recreation and culture	787,552	742,329	878,402	798,888
Interfund transfers in	60,096	60,096	39,034	39,034
Total Revenues	22,638,154	20,451,699	20,940,561	19,671,970
Expended:				
General government	\$ 3,143,569	\$ 2,025,552	\$ 2,773,930	\$ 1,890,098
Public safety	10,451,433	6,897,848	9,147,500	6,352,879
Community environment	6,803,472	4,458,122	6,003,081	4,299,088
Recreation and culture	3,568,330	2,704,053	2,939,997	2,171,249
Transfers out and contingency	685,500	685,500	808,744	703,653
Total Expended	24,652,304	16,771,075	21,673,252	15,416,967
Revenues over/(under) expenditures	(2,014,150)	3,680,624	(732,691)	4,255,003
Appropriated fund balance	2,014,150	-	732,691	-
Net change in fund balance	\$ -	\$ 3,680,624	\$ -	\$ 4,255,003

City of Rye, New York
Cable TV Fund
Comparative Balance Sheets
As at September 30

	<u>2004</u>	<u>2003</u>
Assets:		
Cash and cash equivalents	\$ 26,395	\$ 20,071
Investments	144,464	126,564
Accounts receivable	5	-
Due from other funds	-	-
Due from other governments	-	-
Prepaid expenditures	3,160	848
Total Assets	<u>\$ 174,024</u>	<u>\$ 147,483</u>
Liabilities:		
Accounts payable	\$ 863	\$ -
Accrued liabilities	-	-
Retained percentages	-	-
Due to other funds	1	35
Due to other governments	-	-
Deferred revenues	-	-
Total Liabilities	<u>864</u>	<u>35</u>
Fund balance:		
Reserved for encumbrances	34,057	5,631
Reserved for compensated absences	12,981	9,076
Reserved for prepaid expenditures	3,160	848
Unreserved:		
Appropriated	41,398	(9,563)
Undesignated	81,564	141,456
Total fund balance	<u>173,160</u>	<u>147,448</u>
Total Liabilities and Fund Equity	<u>\$ 174,024</u>	<u>\$ 147,483</u>

City of Rye, New York
Cable TV Fund
Comparative Statements of Revenues and Expenditures
For Nine Months Ended September 30

	2004	2004	2003	2003
	Budget	Actual	Budget	Actual
Revenues:				
Non-property tax items	\$ 160,000	\$ 90,172	\$ 155,000	\$ 79,566
Use of money and property	500	571	1,200	698
Miscellaneous	24,800	24,636	24,501	28,318
Interfund transfers in	-	-	-	-
Total Revenues	185,300	115,379	180,701	108,582
Expended:				
Salaries and wages	98,676	72,457	91,515	64,950
Equipment	26,700	15,355	28,760	16,962
Materials and supplies	10,804	7,120	11,465	6,756
Contractual costs	60,902	21,344	17,944	7,440
Employee benefits	29,616	14,085	21,454	12,724
Interfund transfers out	-	-	-	-
Total Expended	226,698	130,361	171,138	108,832
Revenues over/(under) expenditures	(41,398)	(14,982)	9,563	(250)
Appropriated fund balance	41,398	-	(9,563)	-
Net change in fund balance	\$ -	\$ (14,982)	\$ -	\$ (250)

City of Rye, New York
K.T. Woods Permanent Fund
Comparative Balance Sheets
As at September 30

	<u>2004</u>	<u>2003</u>
Assets:		
Cash and cash equivalents	\$ -	\$ -
Investments	27,363	31,152
Accounts receivable	-	-
Due from other funds	-	-
Due from other governments	-	-
Prepaid expenditures	-	-
Total Assets	<u>\$ 27,363</u>	<u>\$ 31,152</u>
Liabilities:		
Accounts payable	\$ -	\$ -
Accrued liabilities	-	-
Due to other funds	-	-
Due to other governments	-	-
Deposits	-	-
Total Liabilities	<u>-</u>	<u>-</u>
Fund equity		
Appropriated fund balance	4,000	3,000
Reserved nonexpendable	20,000	20,000
Reserved expendable	3,363	8,152
Total Fund Equity	<u>27,363</u>	<u>31,152</u>
Total Liabilities and Fund Equity	<u>\$ 27,363</u>	<u>\$ 31,152</u>

City of Rye, New York
K.T. Woods Permanent Fund
Comparative Statements of Revenues and Expenditures
As at September 30

	2004	2004	2003	2003
	Budget	Actual	Budget	Actual
Revenues:				
Use of money and property	\$ -	\$ 157	\$ -	\$ 211
Miscellaneous revenues	-	-	-	50
Total Revenues	-	157	-	261
Expended - Interfund transfers out	4,000	4,000	3,000	3,000
Revenues over/(under) expenditures	(4,000)	(3,843)	(3,000)	(2,739)
Appropriated fund balance	4,000	-	3,000	-
Net change in fund balance	\$ -	\$ (3,843)	\$ -	\$ (2,739)

City of Rye, New York
Debt Service Fund
Comparative Balance Sheets
As at September 30

	<u>2004</u>	<u>2003</u>
Assets:		
Cash and cash equivalents	\$ -	\$ -
Investments	191,578	154,434
Due from other funds	-	265
Total Assets	<u>\$ 191,578</u>	<u>\$ 154,699</u>
Liabilities:		
Accounts payable	\$ -	\$ -
Accrued liabilities	-	-
Due to other funds	-	-
Total Liabilities	<u>-</u>	<u>-</u>
Fund balance:		
Reserved for debt	191,578	154,699
Total fund balance	<u>191,578</u>	<u>154,699</u>
Total Liabilities and Fund Equity	<u>\$ 191,578</u>	<u>\$ 154,699</u>

City of Rye, New York
Debt Service Fund
Comparative Statements of Revenues and Expenditures
For Nine Months Ended September 30

	2004	2004	2003	2003
	Budget	Actual	Budget	Actual
Revenues:				
Use of money and property	\$ -	\$ 2,809	\$ -	\$ 5,439
Interfund transfers in	130,461	130,464	144,057	144,057
Total Revenues	130,461	133,273	144,057	149,496
Expended:				
Debt principal	59,600	-	83,590	44,000
Debt interest	70,861	28,373	60,467	31,140
Total Expended	130,461	28,373	144,057	75,140
Revenues over/(under) expenditures	-	104,900	-	74,356
Appropriated fund balance	-	-	-	-
Net change in fund balance	\$ -	\$ 104,900	\$ -	\$ 74,356

City of Rye, New York
Boat Basin Fund
Comparative Balance Sheets
As at September 30

	<u>2004</u>	<u>2003</u>
Assets:		
Cash and cash equivalents	\$ 162,541	\$ 134,182
Investments	930,098	838,800
Accounts receivable	177	-
Due from other funds	-	-
Due from other governments	-	-
Prepaid expenditures	5,843	2,200
Property, plant & equipment	1,448,422	1,356,044
Accumulated depreciation	(672,935)	(599,183)
Total Assets	<u>\$ 1,874,146</u>	<u>\$ 1,732,043</u>
Liabilities:		
Accounts payable	\$ 4,273	\$ -
Accrued liabilities	-	-
Retained percentages	-	-
Due to other funds	1	40
Due to other governments	2,169	1,711
Deferred revenues	-	-
Compensated absences	18,851	16,912
Total Liabilities	<u>25,294</u>	<u>18,663</u>
Fund Equity:		
Reserved for encumbrances	3,751	221,840
Reserved for prepaid expenditures	5,843	2,200
Retained earnings	1,839,258	1,489,340
Total Fund Equity	<u>1,848,852</u>	<u>1,713,380</u>
Total Liabilities and Fund Equity	<u>\$ 1,874,146</u>	<u>\$ 1,732,043</u>

City of Rye, New York
Boat Basin Fund
Comparative Statements of Revenues and Expenditures
For Nine Months Ended September 30

	2004	2004	2003	2003
	Budget	Actual	Budget	Actual
Revenues:				
Charges for services	\$ 462,550	\$ 426,302	\$ 463,350	\$ 411,073
Use of money and property	9,000	5,242	20,000	7,025
Sale of property and compensation for loss	-	15	-	17
Miscellaneous	-	-	-	-
Interfund revenues	-	-	-	-
Intergovernmental revenues	-	-	-	-
Interfund transfers in	-	-	-	-
Total Revenues	471,550	431,559	483,350	418,115
Expended:				
Salaries and wages	170,393	119,835	158,205	115,429
Equipment	24,968	23,875	16,076	4,124
Depreciation	63,431	47,574	48,900	36,675
Materials and supplies	41,733	20,365	46,783	27,640
Contractual costs	128,795	94,851	111,630	79,849
Employee benefits	64,397	34,336	48,236	32,327
Interfund transfers out	-	-	-	-
Total Expended	493,717	340,836	429,830	296,044
Net increase/(decrease) in retained earnings	\$ (22,167)	\$ 90,723	\$ 53,520	\$ 122,071

City of Rye, New York
Golf Club Fund
Comparative Balance Sheets
As at September 30

	<u>2004</u>	<u>2003</u>
Assets:		
Cash and cash equivalents	\$ 1,950,374	\$ 966,104
Investments	560,980	1,212,642
Accounts receivable	4,238	-
Due from other funds	-	-
Due from other governments	-	-
Prepaid expenditures	37,468	11,613
Property, plant & equipment	15,766,199	15,774,556
Accumulated depreciation	(4,194,093)	(3,956,799)
Total Assets	<u>\$ 14,125,166</u>	<u>\$ 14,008,116</u>
Liabilities:		
Accounts payable	\$ 61,659	\$ -
Accrued liabilities	-	-
Retained percentages	-	-
Customer deposits	4,005	5,500
Bonds payable	4,610,000	5,000,000
Due to other funds	-	67
Due to other governments	37,331	1,924
Deferred revenues	-	-
Compensated absences	36,783	34,191
Total Liabilities	<u>4,749,778</u>	<u>5,041,682</u>
Fund Equity:		
Reserved for encumbrances	60,457	60,236
Reserved for prepaid expenditures	37,468	11,613
Retained earnings	9,277,463	8,894,585
Total Fund Equity	<u>9,375,388</u>	<u>8,966,434</u>
Total Liabilities and Fund Equity	<u>\$ 14,125,166</u>	<u>\$ 14,008,116</u>

City of Rye, New York
Golf Club Fund
Comparative Statements of Revenues and Expenditures
For Nine Months Ended September 30

	2004	2004	2003	2003
	Budget	Actual	Budget	Actual
Revenues:				
Charges for services	\$ 4,066,600	\$ 3,969,812	\$ 3,566,920	\$ 3,565,062
Concessions	250,000	171,671	250,000	164,959
Use of money and property	18,000	14,519	30,000	15,201
Sale of property and compensation for loss	-	8,280	-	4,000
Miscellaneous	-	5,881	-	5,055
Interfund revenues	-	-	-	-
Intergovernmental revenues	-	-	-	-
Interfund transfers in	-	-	-	-
Total Revenues	4,334,600	4,170,163	3,846,920	3,754,277
Expended:				
Salaries and wages	1,388,199	985,555	1,274,407	891,156
Equipment	117,120	88,791	174,291	118,197
Depreciation	419,970	314,991	423,369	317,529
Materials and supplies	826,820	600,820	703,328	560,174
Contractual costs	746,527	558,361	673,923	531,575
Debt interest	248,117	174,725	268,603	186,076
Employee benefits	499,740	323,548	356,398	275,342
Interfund transfers out	-	-	-	-
Total Expended	4,246,493	3,046,791	3,874,319	2,880,049
Net increase/(decrease) in retained earnings	\$ 88,107	\$ 1,123,372	\$ (27,399)	\$ 874,228

City of Rye, New York
Risk Retention Fund
Comparative Balance Sheets
As at September 30

	<u>2004</u>	<u>2003</u>
Assets:		
Cash and cash equivalents	\$ -	\$ -
Investments	366,977	357,043
Due from other funds	-	-
Total Assets	<u>\$ 366,977</u>	<u>\$ 357,043</u>
Liabilities:		
Accounts payable	\$ -	\$ -
Accrued liabilities	176,000	176,000
Total Liabilities	<u>176,000</u>	<u>176,000</u>
Fund Equity:		
Reserved for encumbrances	1,800	1,800
Reserved for prepaid expenditures	-	-
Retained earnings	189,177	179,243
Total Fund Equity	<u>190,977</u>	<u>181,043</u>
Total Liabilities and Fund Equity	<u>\$ 366,977</u>	<u>\$ 357,043</u>

City of Rye, New York
Risk Retention Fund
Comparative Statements of Revenues and Expenditures
For Nine Months Ended September 30

	2004		2003	
	Budget	Actual	Budget	Actual
Revenues:				
Use of money and property	\$ 8,000	\$ 2,272	\$ 8,000	\$ 3,204
Miscellaneous	-	6,779	-	30,658
Interfund revenues	485,829	485,829	521,000	521,000
Total Revenues	493,829	494,880	529,000	554,862
Expended:				
Materials and supplies	1,500	-	1,500	-
Contractual costs	638,350	469,649	580,500	475,899
Total Expended	639,850	469,649	582,000	475,899
Net increase/(decrease) in retained earnings	\$ (146,021)	\$ 25,231	\$ (53,000)	\$ 78,963

City of Rye, New York
Building and Vehicle Maintenance Fund
Comparative Balance Sheets
As at September 30

	<u>2004</u>	<u>2003</u>
Assets:		
Cash and cash equivalents	\$ 3,398,726	\$ 4,029,357
Investments	2,654,879	2,581,187
Accounts receivable	10,317	-
Due from other funds	3,000	9,123
Due from other governments	152	-
Prepaid expenditures	27,108	10,593
Property, plant & equipment	20,208,210	14,406,817
Accumulated depreciation	(5,540,723)	(5,112,001)
Total Assets	<u>\$ 20,761,669</u>	<u>\$ 15,925,076</u>
Liabilities:		
Accounts payable	\$ 23,944	\$ -
Accrued liabilities	-	-
Retained percentages	50,901	86,334
Bonds and notes payable	11,355,025	10,081,922
Due to other funds	1,091,987	-
Due to other governments	-	-
Deferred revenues	-	-
Compensated absences	56,408	57,601
Total Liabilities	<u>12,578,265</u>	<u>10,225,857</u>
Fund Equity:		
Reserved for encumbrances	570,395	947,066
Reserved for prepaid expenditures	27,108	10,593
Retained earnings	7,585,901	4,741,560
Total Fund Equity	<u>8,183,404</u>	<u>5,699,219</u>
Total Liabilities and Fund Equity	<u>\$ 20,761,669</u>	<u>\$ 15,925,076</u>

City of Rye, New York
Building and Vehicle Maintenance Fund
Comparative Statements of Revenues and Expenditures
For Nine Months Ended September 30

	2004 Budget	2004 Actual	2003 Budget	2003 Actual
Revenues:				
Use of money and property	\$ -	\$ 10,637	\$ -	\$ 7,993
Sale of property and compensation for loss	-	6,611	-	7,020
Miscellaneous	-	-	-	-
Interfund revenues	2,738,116	2,053,629	2,527,884	1,895,931
Intergovernmental revenues	35,000	7,604	33,474	4,372
Interfund transfers in	-	-	20,509	20,509
Total Revenues	2,773,116	2,078,481	2,581,867	1,935,825
Expended:				
Salaries and wages	636,384	454,825	617,625	412,908
Equipment	11,000	5,453	15,115	9,276
Depreciation	625,440	469,080	611,997	459,000
Materials and supplies	571,612	368,742	516,964	344,740
Contractual costs	130,522	77,705	141,052	102,826
Debt interest	485,202	155,513	447,953	61,574
Employee benefits	299,889	166,762	231,438	143,603
Interfund transfers out	25,279	25,279	-	-
Total Expended	2,785,328	1,723,359	2,582,144	1,533,927
Net increase/(decrease) in retained earnings	\$ (12,212)	\$ 355,122	\$ (277)	\$ 401,898

City of Rye, New York
Agency Fund
Comparative Balance Sheets
As at September 30

	<u>2004</u>	<u>2003</u>
Assets:		
Cash and cash equivalents	\$ 29,597	\$ 2,086
Investments	-	-
Accounts receivable	13,995	6,575
Due from other funds	-	-
Due from other governments	-	-
Prepaid expenditures	-	-
Total Assets	<u>\$ 43,592</u>	<u>\$ 8,661</u>
Liabilities:		
Accounts payable	\$ 25,112	\$ -
Accrued liabilities	-	-
Due to other funds	-	-
Due to other governments	-	-
Deposits	18,480	8,661
Total Liabilities	<u>\$ 43,592</u>	<u>\$ 8,661</u>

GLOSSARY OF TERMS

The following glossary of terms may be helpful in the reading of these reports:

Appropriated Fund Balance - the amount of fund balance that was designated in the budget representing the amount needed to be added to estimated revenues to equal appropriations.

Appropriations - The legal authorization granted by the City Council to make expenditures or incur obligations for specific purposes.

Contractual Costs - This category of expenditures was established to capture the cost of charges for services by other funds, and costs associated with professional and contracted maintenance services.

Employee benefits - The category of expenditures representing the cost of benefits provided to employees by the City, including the City's share of FICA (Social Security and Medicare), health insurance (including dental and vision where applicable), and retirement contributions.

Encumbrances - Commitments related to unperformed contracts for goods or services.

Encumbrances Rolled Forward - The amount represented by encumbrances (purchase orders) outstanding at the end of the previous fiscal year, which are brought forward into the current fiscal year. "Rolling" the encumbrances forward automatically increases the amount of appropriations, as this amount had been reserved at year-end from the fund balance.

Equipment - As used in the interim financial reports, the category of expenditures representing the purchase of equipment costing less than \$15,000 per functional unit (cost center). Equipment costs equal to or greater than \$15,000 are normally funded through the Building and Vehicle Maintenance or Capital Projects Fund.

Estimated Revenues - The amount of revenues estimated to be raised in the budget. Estimates may be on any combination of past performance, current activity, and/or anticipated events.

Expenditures - Decreases in net financial resources.

Fiscal Year - the twelve-month period associated with the financial activity of the City. In the City of Rye, the fiscal year is the same as the calendar year (January 1 through December 31).

Materials and Supplies - The category of expenditures which includes the costs of most goods and services, such as office supplies, telephone, postage, maintenance items, service contracts, etc.

Proprietary Fund - A fund that is operated similar to a commercial establishment. Budgets in these funds are used for planning purposes but do not appear in the general purpose financial statements issued at year-end. Certain expenses, such as depreciation, are recorded in these funds.

Revenues - (1) Increases in the net current assets of a governmental fund type from other than expenditure refunds and residual equity transfers. (2) Increases in the net total assets of a proprietary fund type other than expense refunds, capital contributions, and residual equity transfers.

Salaries and wages - The category of expenditures that includes payments to individuals performing work for the City as employees, as defined by the Internal Revenue Service. Salaries and wages include payments to full-time, part-time, seasonal and temporary employees, for regular and overtime work.

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